

REMARKS

This Amendment is responsive to the Office Action mailed Jan. 9, 2007. Claims 1 – 14 were pending, and all claims were rejected. Specifically, Claims 1 – 5, and 10 were rejected under 35 U.S.C. § 103(a) as being unpatentable over U.S. Patent Application Pub. No. 20020184055 to Naghavi, in view of U.S. Patent No. 6,057,764 to Williams, in further view of Japanese Patent No. 10-48008 to Omron, and in further view of U.S. Patent Application Publication 2002/0111725 to Burge. Claims 6 – 9 were rejected under 35 U.S.C § 103(a) as being unpatentable over Naghavi, in view of Williams, in further view of U.S. Patent No. 6,604,080 to Kern. Claims 11 – 14 were rejected under 35 U.S.C. § 103(a) as being unpatentable over Omron, in view of Williams, in view of Naghavi, in view of Kern, in view of Burge.

The Applicants have added newly drafted claims 15 – 18.

The Applicants take note that the Examiner has used the same previous references that were deemed insufficient to support a rejection by the pre-appeal review panel, and has merely added an additional fifth reference (Burge). However, as has been argued previously, these references, either alone or combination, do not fairly teach or suggest the present invention as claimed, and the addition of the Burge reference does nothing to support the contention that the present claims are obvious in view of the prior art.

The present claims are directed to a method and system that tracks the amount of time a worker spends in an area (i.e. liability zone) or areas of a workplace environment. By tracking the amount of time a worker spends in areas which may have different possible exposure levels for risk of injury, a fair assessment can be made as to the amount of worker's compensation premium that should be paid for that worker's activities.

As discussed below, there is no teaching or suggestion in the cited prior art of such a method and system. Even assuming the disparate elements could be found in the cited prior art (which the Applicants contend they cannot), the Examiner has failed to establish any reasonable basis for finding any motivation in the prior art to make such a combination from the completely unrelated prior art references. The Office Action is based entirely on hind-sight reconstruction using the Applicants' teachings and claims as a guide. The Federal Circuit has repeatedly held such a rejection is improper.

As understood by the Applicants, Naghavi merely discloses a proprietary healthcare operating system for a PC specifically adapted to interface with medical devices connected to a PC. Naghavi does not disclose detecting a human in an environment, nor does Naghavi disclose tracking an amount of time the human spends in any particular area in the environment in order to determine a measure of risk exposure or an insurance premium. Moreover, the Applicants contend that this reference is not even relevant art, since it is not directed to solving the same or similar problem, and has no mention whatsoever of tracking workers for determining an insurance premium.

Williams discloses an alarm system whereby a detected person may have a personal device that transmits an authorization code to prevent the alarm system from activating. As with Naghavi, Williams does not disclose any system or method for tracking an amount of time a person spends in different areas, nor that this time information is used to determine a measure of risk or assessment or to calculate an insurance premium. As with Naghavi, Williams does not teach or disclose that a measure of risk or an insurance premium may be based on an amount of time a worker spends in a predefined area (liability zone).

Kern discloses a computer system used to calculate worker's compensation insurance rates. As understood by the Applicants, this system is merely a standard computer system used to calculate insurance rates and premiums, and is not directed to any new methodology for calculating worker's compensation insurance premiums based upon an amount of time a worker is in various liability zones.

These three references were initially cited in the first Office Action as supporting the rejection of the claims. Realizing that none of these three references even mention tracking an amount of time a worker spends in an area in order to calculate an insurance premium, the Final Office Action added the Omron reference.

However, Omron is similarly deficient. As understood by the Applicants, Omron appears to disclose a system that determines how long a person stays near an exhibit or store display. Omron does not disclose tracking a person in an area in order to make a risk assessment or calculate an insurance premium. This specific limitation is completely absent from the cited prior art references.

The pre-appeal review panel agreed with the Applicants that the above four-noted references failed to support a prima facie case of obviousness. The addition of the Burge reference does nothing to overcome the shortcomings of the prior references. Specifically, as understood by the Applicants, Burge discloses a computer system for tracking various operational characteristics of an automobile. Various sensors are used to track data relating to the operation of the vehicle. The data may then used to set automobile insurance rates.

However, as implicitly acknowledged in the Office Action on page 6, Burge fails to disclose the tracking of a worker in different liability zones to determine a worker's

compensation rate. One of skill in the art reading Burge, in combination with any or all of the other four references, would not come to understand that a system to track worker's in different zones is even desirable, much less feasible. The ONLY motivation to even consider reading the five cited references in view the present claims is to use the present claims as a "road map" to the individual elements in the prior art. The Federal Circuit has consistently held that such hindsight reconstruction is improper.

Specifically referring the claim language, Claim 1 requires "using the amount of time to derive a measure of risk exposure to the human." Neither Naghavi, Williams, Omron or Burge teach or suggest this element. Moreover, it appears the Examiner has misapplied Williams, since the Office Action citations to Williams are merely to discussion of an alarm system that monitors individuals entering a building, etc. but has no mention of using this information to derive a measure of risk exposure. Similarly, while Burge does disclose various possible sensor types, it does not disclose that the concept of different "liability zones" as specifically required by the present claims. Most importantly, Burge does not disclose tracking an amount of time a worker spends in a particular liability zone, in order to calculate an insurance premium.

Similarly, independent claims 10, 11 and 14 all require detecting an amount of time a person spends in an area, and calculating an insurance premium based at least in part on the detected time. None of the five cited references teach or suggest this limitation. It is unclear how one of skill in the art could even combine these five disparate references and form the present invention, since the most basic point – tracking the amount of time a worker spends in different liability areas in order to calculate an insurance premium– is not taught or suggested by any of the references.

In summary, the five cited references, either individually or taken as group, do not reasonably suggest to one of skill in the art that an insurance premium can be calculated based upon tracking an amount of time a worker spends in at least one area (liability zone). For at least this reason, it is believed that the present claims are now in condition for allowance.

Furthermore, the five references appear to be so unrelated that it is unreasonable to presume that one of skill in the art would even look to these five references in order to form the present invention (Naghavi discloses a healthcare operating system; Williams discloses an alarm system; Kern discloses a computer system to calculate insurance rates; Omron discloses a system for monitoring customers at product displays; and Burge a vehicle computer sensor system).

As stated by the Federal Circuit in *In re Clay*, 23 USPQ 2d 1058, 1060-61 (Fed. Cir. 1992):

Two criteria have evolved for determining whether prior art is analogous: (1) whether the art is from the same field of endeavor, and (2) if the reference is not within the same field of endeavor, whether the reference still is reasonably pertinent to the particular problem with which the inventor is involved....A reference is reasonably pertinent if....it is one which, because of the matter with which it deals, logically would have commended itself to the inventor's attention in considering his problem...If a reference disclosure has the same purpose as the claimed invention, the reference relates to the same problem, ...[i]f it is directed to a different purpose, the inventor would accordingly have had less motivation or occasion to consider it.

In this case, the cited references are not even in the field of method or systems for calculating insurance based on physical factors, such as a presence in defined zones. As such, an inventor would hardly have considered them when constructing a system such as the present system.

Additionally, none of these references provide any motivation for the hypothetical combination now proposed by the Examiner, and it appears that the Examiner is merely using the teachings of the present invention to select elements from disparate documents – i.e. is engaging in impermissible “hindsight reconstruction.” The Federal Circuit has specifically addressed this issue in *In re Oetiker*, 24 USPQ 2d 1443, 1446 (Fed. Cir. 1992):

The combination of elements from non-analogous sources, in a manner that reconstructs the applicant’s invention only with the benefit of hindsight, is insufficient to present a prima facie case of obviousness. There must be some reason, suggestion, or motivation found in the prior art whereby a person of ordinary skill in the field of the invention would make the combination. That knowledge cannot come from the applicant’s invention itself.

As noted above, however, there is no basis supplied in the prior art which would motivate someone to make this combination, since the references are not even directed to solving the same or similar problem. Moreover, this combination fails in any event, since none of the cited documents disclose tracking an amount of time a person spends in an area in order to calculate an insurance premium.

While there is no bright line as to how many references are “too many” for purposes of supporting an obviousness rejection, the mere fact that the Office Actions has to rely on five different references tends to indicate that the prior art does not reasonably suggest the present invention to one of skill in the art.

In view of the above arguments, the Applicants respectfully believe that the present claims are now in condition for allowance.

If a telephone interview will help expedite the prosecution of this case, please contact the undersigned attorney at the telephone number listed below.

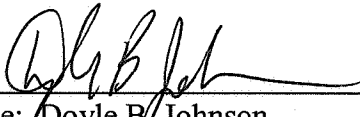
The Commissioner is hereby authorized to charge any fees (or credit any overpayment) associated with this communication and which may be required under 37 CFR §1.78 to Deposit Account No. 50-2603, **referencing Attorney Docket No. 358623.00100. A duplicate sheet is attached.**

Respectfully submitted,

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Dated: April 5, 2007

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